2.5 MAY 1978

MEMORANDUM FOR:	Office of Legislative Counsel	
ATTENTION:	Assistant Legislative Counsel	STAT
FROM:	Chief, Procurement Management Staff, Office of Logistics	STAT
SUBJECT:	Federal Acquisition Act of 1977, S.1264	

Memo dtd 24 June 1977 - Same Subject

1. The following comments are provided in response to your request for our review of subject Act to determine whether or not it contains anything that would have an adverse impact on the Agency.

REFERENCE:

STAT

- 2. Section 701 provides for the vestment of authority in the Comptroller General to decide any protest submitted. No provision is made for processing classified contracts. We oppose any legislation that establishes GAO review of unvouchered expenditures. Under Section 8 of the CIA Act of 1949, unvouchered funds are not subject to GAO review (vouchered funds are subject to GAO review, but this authority is not exercised). Inasmuch as Section 8 of the CIA Act remains in force, this could be a moot point. In short, we have no objection to Section 701 providing Section 8 of the CIA Act remains in force.
- 3. Section 511 provides for interest to be paid to the contractor on any amount due to the contractor for more than 30 days. The Office of Federal Procurement Policy, OMB, has opposed such legislation, in part, because of the undue administrative burden it would impose. We, likewise, find that such a provision would impose an additional burden out of proportion to whatever benefits might accrue.

4. In comments, p	the event you hav	ve any qu	estion f this	relative Staff on	to these extension
STAT	MORI/CDF)				
	ay ang	77	n Halu	0500030014-	

	ed For Releat	ROUTIN	IG AND	RECOR	RD SHEET		
SUBJECT: (Optional)	***						
	rederal	Acquis	ition A	ct of	1977, S. 1264	OLC #78-/89	
FROM:				EXTENSION	NO. OL 8 2304		
Chief, Pr Staff. Of	cocurement fice of I	: Manage	ement			ST.	
Chief, Procurement Management Staff, Office of Logistics TO: (Officer designation, room number, and DATE			25 May 1978				
building)		RECEIVED	FORWARDED	OFFICER'S INITIALS	COMMENTS (Number each of to whom. Draw a line across	omment to show from	
1. Office of Le	gislative	ACCIVED	, OKWARDED	1	100		
Counsel, Room	n 7D49						
2.							
		7 (2.28) 1 (2.28)	185				
3.			2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2				
4	10.00		20 C	- The State of		water to	
5. (1) (1) (2) (3) (4) (4) (4) (4) (4) (4) (4) (4) (4) (4							
6.							
7.							
8.							
	Marine Say						
9.							
0.							
1.							
2.							
3.							
4.							
					•		

STAT

FORM

3-62

610 USE PREVIOUS Approved For Release 2006/10/19 PENTAL SOURCE INTERNAL APPROVED FOR PROVED FOR RELEASE 2006/10/19 PENTAL SOURCE INTERNAL APPROVED FOR PROVED FO